GOVERNMENT OF INDIA
LABOUR AND EMPLOYMENT
LOK SABHA

UNSTARRED QUESTION NO:6430
ANSWERED ON:09.05.2005
CONDITION OF P.F. TRUST OF PRIVATE SECTOR
Gangwar Shri Santosh Kumar;Jai Prakash Shri

Will the Minister of LABOUR AND EMPLOYMENT be pleased to state:

(a) whether the Provident Fund (PF) Trust being operated in the private sector are going through difficult situation owing to non-payment of interest and principal amount by public sector companies;

(b) if so, whether the Government is formulating/proposes to formulate any action plan to improve the condition of Provident Fund Trust of private sector;

(c) if so, the details thereof; and

(d) if not, the reasons therefor?

Answer

MINISTER OF LABOUR AND EMPLOYMENT (SHRI K. CHANDRASEKHAR RAO)

(a): Yes, Sir. Employees` Provident Fund Organisation occasionally receives complaints from private sector Provident Fund Trusts regarding non payment of interest and/or principal amount by Public Sector Companies.

(b): At present, there is no such proposal.

(c): Does not arise in view of (b) above.

(d): In case of default, owing to nonpayment of interest and/or principal, Provident Fund Trusts can file Civil Suits in the Court and invoke the Government Guarantee (if any).